

Line A. Enter your federal adjusted gross income (from **Line 31, Form 1040** or **Line 16, Form 1040A** or **Line 4, Form 1040EZ**, or **line H, TeleFile Worksheet.**) ..... (H) 

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1. Enter your federal taxable income (from **Line 37, Form 1040**, or **Line 22, Form 1040A**, or **Line 6, Form 1040EZ**, or **line J, TeleFile Worksheet.**) ..... (I) 

1		
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**Add North Dakota Adjustments**

2. Interest income on State and local government obligations other than N. Dak. .... (J)		2	<b>Please read the instructions for Lines 2, 3, and 4.</b>
3. State and local income taxes deducted on Schedule A (Form 1040) ..... (L)		3	
4. Other (Identify) _____		4	
5. Total additions (Add Lines 2 through 4) ..... (M)			

6. Balance (Add Lines 1 and 5) .....		6	
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**Subtract North Dakota Adjustments**

7. Interest on U.S. obligations ..... (N)		7	<b>Specific line instructions for lines 7 through 23 are contained in the booklet. Please refer to these instructions as you complete this schedule.</b>
8. Military pay exclusion (Limited to \$1000) ..... (O)		8	
9. Additional military pay exclusion (Monthly limitations) ..... (2F)		9	
10. Military retirement pay exclusion ..... (#)		10	
11. Income from Federal Pensions or North Dakota city firemen, policemen, and highway patrolmen pensions ..... (Q)		11	
12. Interest income from sale of land to a "Beginning Farmer" ..... (2H)		12	
13. Rental income from leasing of land to a "Beginning Farmer" ..... (2I)		13	
14. Gain from sale of land to a "Beginning Farmer" ..... (2J)		14	
<b>15. Interest income from North Dakota financial institutions</b> ..... (2K)		15	
16. Interest income from sale to a "Beginning Businessman" ..... (2L)		16	
17. Rental income received from a "Beginning Businessman" ..... (2M)		17	
18. Gain from sale to a "Beginning Businessman" ..... (2N)		18	
19. North Dakota domestic dividend exclusion ..... (P)		19	
20. Investment in Venture Capital Corporation ..... (2A)		20	
21. Medical expenses not allowed on Schedule A (Form 1040) ..... (R)		21	
<b>22. If your FILING STATUS (at top of Page 1) is 2, 4, or 5, enter \$300</b> .....		22	
23. Other (Identify) _____ (T)		23	

24. Total deductions (Add Lines 7 through 23) ..... (U)		24	
25. Balance (Subtract Line 24 from Line 6) .....		25	

26. Federal income tax (Please read instructions) ..... (V)		26	
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27. Adjusted gross income from Line A (at top of page) ..... (W)	27		<b>If an entry was made on Lines 7 through 19, or Line 23, please read the instructions for Line 28. Otherwise, enter zero on Line 28 and 100% on Line 30, then go to Line 31.</b>
28. Income adjustment for determining Federal income tax deduction ..... (X)	28		
29. Line 27 less Line 28 .....	29		

30. Deductible percentage: Divide Line 29 by Line 27 (Round to nearest whole percentage).....		%	30
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31. Federal income tax deduction (Line 26 multiplied by percentage on Line 30) ..... (Y)		31	
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32. North Dakota taxable income (Subtract Line 31 from Line 25. Enter here and on Line 1, page 1) .....		32	
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